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BEFORE THE FEDERAL ELECTION: 1 2 2007 JUN 19 A 11: 26 SENSETIVE 3 4 5 In the Matter of 6 CASE CLOSURE UNDER THE 7 MUR 5861 ENFORCEMENT PRIORITY SYSTEM 8 **Bruderly for Congress** 10 11

GENERAL COUNSEL'S REPORT

Under the Enforcement Priority System, matters that are low-rated

are forwarded to the Commission with a recommendation for dismissal. The Commission has determined that pursuing low-rated matters compared to other higher rated matters on the Enforcement docket warrants the exercise of its prosecutorial discretion to dismiss these cases.

The Office of General Counsel scored MUR 5861 as a low-rated matter. In this case, the complainant alleges Bruderly for Congress committed reporting violations by failing to correct errors in amended reports and for reporting the incorrect cash on hand figures. In particular, during the 2004 election cycle the complainant alleges that Bruderly for Congress filed 37 amended reports, which carried incorrect cash-on-hand figures, for the 23 initial reports required of congressional candidates during the relevant time period. The complainant notes that in August 2006, Bruderly for Congress reported cash on hand as \$5,177.65, when it should have been \$4,526.29. The complainant contends that miscalculations on earlier reports resulted in calculation errors on subsequent reports. In addition, it appears that Bruderly for Congress failed to respond to a Request for Additional Information ("RFAI") from the Reports Analysis Division ("RAD") in 2005. The complaint also cites to a violation of 2 U.S.C. § 439(a) (use of contributed amounts for certain

Case Closure Under EPS – MUR 5661 General Counsel's Report Page 2 of 3

purposes), but does not allege any facts to show that Bruderly for Congress may have used contributions in a prohibited manner.

In his response, Mr. Bruderly directly addresses the complainant's first two sets of figures in the complaint by explaining the distinction between net operating expenditures and the itemized disbursement page. Mr. Bruderly also indicates that the discrepancies highlighted by RAD's 2005 RFAI were corrected in subsequent amended reports. Lastly, Mr. Bruderly suggests that the complainant's calculations were incorrect, which led him to the erroneous assumption that subsequent reports that were filed by Bruderly for Congress were flawed.

It appears that the total amount at issue in Bruderly for Congress's amended reports is less than \$1,000. Thus, in light of the de minimis nature of the allegations presented in MUR 5861 and in furtherance of the Commission's priorities and resources, relative to other matters pending on the Enforcement docket, the Office of General Counsel believes that the Commission should exercise its prosecutorial discretion and dismiss the matter. See Heckler v. Chaney, 470 U.S. 821 (1985).

RECOMMENDATION

The Office of General Counsel recommends that the Commission dismiss MUR 5861, close the file effective two weeks from the date of the Commission vote, and approve the appropriate letters. Closing the case as of this date will allow CELA and General Law

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31	Narrative in MUR 5861

Thomasenia P. Duncan General Counsel

BY:

Gregory K. Bake Special Counsel

Complaints Examination & Legal Administration

Jeff S. Jordan C

Supervisory Attorney Complaints Examination

& Legal Administration

Attorney

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1 2 3 4 5 **MUR 5861** 6 7 Complainant: Peter C.K. Enwall 8 9 **Respondents:** Bruderly for Congress and 10 David Bruderly as Treasurer 11 12 Allegations: The complainant alleges Bruderly for Congress committed reporting 13 violations by failing to correct errors in amended reports, and for reporting the incorrect cash on hand figures. In particular, the complainant is concerned Bruderly for Congress 14 15 filed 37 amended reports for the 23 initial reports required of congressional candidates during the relevant time period. According to the complainant's calculations, most of 16 Bruderly for Congress's reports carried over the incorrect cash on hand figures: in August 17 18 2006, Bruderly for Congress reported cash on hand as \$5,177.65, when it should have 19 been \$4,526.29. The complainant contends that these miscalculations on earlier reports 20 have resulted in calculation errors on subsequent reports. In addition, it appears that 21 Bruderly for Congress failed to respond to a Request for Additional Information (RFAI) 22 from RAD in 2005. The complaint also cites a violation of 2 U.S.C. § 439(a) (use of 23 contributed amounts for certain purposes), but does not allege any facts to show that 24 Bruderly for Congress may have used contributions in a prohibited manner. 25 26 **Response:** In response, Mr. Bruderly directly addresses the complainant's first two sets 27 of figures in the complaint by explaining the distinction between net operating expenditures and the itemized disbursement page. Mr. Bruderly also indicates that the 28 29 discrepancies highlighted by the RAD 2005 RFAI were corrected in amended reports. 30 Finally, Mr. Bruderly explains that it is the complainant's arithmetic that is incorrect, 31 which has led to the erroneous assumption that subsequent reports filed by Bruderly for 32 Congress were also incorrect. 33

Date complaint filed: October 24, 2006

Response filed: November 20, 2006